FDI in different sectors

3125. SHRI SANJAY RAUT: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the present status of FDI in various sectors since last two years, particularly in Maharashtra; and

(b) the details of steps taken or proposed to be taken for increasing foreign direct investment in various sectors like infrastructure, higher technology etc.?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL POLICY AND PROMOTION MINISTRY OF COMMERCE AND INDUSTRY (SHRI ASHWANI KUMAR): (a) Year-wise FDI inflow in various sectors during April 2005 to February 2008 is enclosed as Statement-I (*See* below).

Year-wise FDI inflow in various sectors in Maharashtra during April 2005 to February 2008 is enclosed as statement-II *(See* below).

(b) As per extant policy, Foreign Direct Investment (FDI) up to 100% is permitted under the automatic route in most of the sectors including Infrastructure and higher technology. Under the liberalized economic environment, investment decisions, including choice of location, are taken by the entrepreneurs based on their techno-economic judgements and commercial considerations.

Statement-I

Financial year-wise FDI inflows from April 2005 to February 2008

(Amount in US$ million)

Sl No	Sector	2005-06 Apr.-Mar.	2006-07 Apr.-Mar.	2007-08 Apr.-Mar.	Total
1	Metallurgical Industries	146 89	172.85	971.30	1,291.04
2	Mining	6.15	6.62	444.26	457.03
3	Power	87 09	157 47	503.46	748.02
4	Non-Conventional Energy	0 11	2.11	32.96	35 19
5	Coal Production	0.00	1.30	14.08	15 38
6	Petroleum & Natural Gas	14.17	89 37	385 87	489 40
7	Boilers and Steam Generating Plants	0.00	3 31	1.51	4.82
8	Prime Mover (other than Electrical Generators)	0.00	0.00	0.28	0.28
9	Electrical Equipments	35.18	76.85	631.25	743.29
10	Computer Software & Hardware	1,374 84	2,614.43	1,373.03	5,362.30
11	Electronics	39 05	41.45	106.48	186.98
12	Telecommunications	623.55	477.74	1,197.92	2,299.21
13	Information & Broadcasting (including Print Media)	55.95	43.56	314.09	413.60
14	Automobile Industry	142.97	275.73	552.57	971 28
15	Air Transport (including Air Freight)	10.27	92.14	99 08	201.49
16.	Sea Transport	53 63	72.52	128.34	254.49
17	Ports	0 50	0 00	623.31	623.81
18.	Railway Related Components	14 67	25.82	12.36	52 86
19	Industrial Machinery	42 80	19 27	58.49	120 56
20	Machine Tools	23 00	37 34	56.87	117 21
21	Agricultural Machinery	92.71	25.19	6.10	124 00
22	Earth-Moving Machinery	50.87	0.99	66.09	117 95
23	Miscellaneous Mechanical & Engineering Industries	51 26	64.32	205 40	320.99

Sl No.	Sector	2005-06 Apr -Mar	2006-07 Apr -Mar	2007-08 Apr -Mar	Total
24	Commercial Office & Household Equipments	25 54	44 88	9 78	80 20
25	Medical and Surgical Appliances	1 53	13 43	10 08	25 04
26	Industrial Instruments	0 38	0 00	2 23	2 61
27	Scientific Instruments	0 10	0 07	0 00	0 18
28	Mathematical, Surveying and Drawing Instruments	0 00	0 00	1 26	1 26
29	Fertilizers	4 24	5 01	1 95	11 20
30	Chemicals (other than fertilizers)	389 77	205 43	216 28	811 48
31	Photographic Raw Film and Paper	0 00	2 81	52 84	55 65
32	Dye-Stuffs	0 00	0 00	1 93	1 93
33	Drugs & Pharmaceuticals	172 44	214 84	334 00	721 28
34	Textiles (including dyed printed)	94 33	125 26	105 20	324 79
35	Paper and Pulp (including paper products)	27 38	5 08	31 23	63 69
36	Sugar	3 00	16 54	10 07	29 61
37	Fermentation Industries	169 83	27 58	268 59	466 00
38	Food Processing Industries	41 74	98 24	68 71	208 70
39	Vegetable Oils and Vanaspati	12 31	16 22	1 53	30 06
40	Soaps, Cosmetics & Toilet Preparations	88 51	6 04	10 01	104 57
41	Rubber Goods	34 01	18 75	13 08	65 84
42	Leather, Leather Goods and Pickers	1 11	8 26	5 33	14 71
43	Glue and Gelatin	0 00	0 00	2 28	2 28
44	Glass	0 81	1 43	11 04	13 28
45	Ceramics	5 59	57 46	93 08	156 13
46	Cement and Gypsum Products	452 08	242 69	11 52	706 29
47	Timber Products	0 33	0 00	0 39	0 72
48	Consultancy Services	46 89	115 36	314 60	476 85
49	Services Sector	543 42	4,663 65	5,491 69	10,698 76
50	Hospital & Diagnostic Centres	32 53	38 14	237 50	308 17
51	Education	4 53	47 29	27 69	79 50
52	Hotel & Tourism	71 78	194 83	375 87	642 48
53.	Trading	27 82	115 42	580 16	723 40
54	Retail Trading (Single Brand)	0 00	0 00	1 98	1 98
55	Agriculture Services	7 59	15 11	111 36	134 05
56	Diamond, Gold Ornaments	15 37	61 78	38 21	115 36
57	Tea and Coffee (Processing & Warehousing Coffee & Rubber)	1 43	6 20	18 94	26 57
58	Printing of Books (including Litho Printing Industry)	9 52	51 19	19 50	80 22
59	Coir	0 59	0 04	0 01	0 64
60	Construction Activities	150 58	985 36	1,526 93	2,662 86
61	Housing & Real Estate (including Cineplex, Multiplex, Integrated Townships & Commercial Complexes etc)	38 04	467 34	1,791 65	2,297 03
62	Miscellaneous Industries	198 92	319 62	553 73	1,072 27
	SUB TOTAL	5,539 72	12,491 77	20,137 36	38,168 85
63	*Stock Swapped*	6 23	3,234 42	0 17	3,240 82
64	NRI-RBI Schemes	0 00	0 00	15 10	15 10
	GRAND TOTAL	5,545 94	15,726 19	20,137 62	41,409 76

Statement-II

Financial year-wise FDI inflows from April, 2005 to February, 2008
RBI's region Mumbai

(Covering Maharashtra, Dadra and Nagar Haveli, Daman and Diu)

(Amount in US$ million)

Sl No	Sector	2005-06 Apr-Mar	2006-07 Apr-Mar	2007-08 Apr-Mar	Total
1	Metallurgical Industries	8 23	36 85	834 25	879 33
2	Mining	2 22	0 40	35 59	38 21
3	Power	7 18	11 06	193 87	212 11
4	Non-Conventional Energy	0 00	0 82	32 20	33 02
5	Coal Production	0 00	1 11	14 08	15 19
6	Petroleum & Natural Gas	0 00	28 69	251 21	279 91
7	Boilers and Steam Generating Plants	*0 00*	*3 31*	*0 00*	*3 31*
8	Prime Mover (other than Electrical Generators)	0 00	0 00	0 28	0 28
9	Electrical Equipments	10 41	2 52	66 44	79 37
10	Computer Software & Hardware	553 90	185 36	280 27	1,019 53
11	Electronics	0 22	2 48	3 10	5 80
12	Telecommunications	2 63	57 73	240 54	300 90
13	Information & Broadcasting (including print media)	17 00	21 51	260 23	298 74
14	Automobile Industry	5 41	126 93	154 51	286 85
15	Air Transport (including Air Freight)	0 00	16 83	12 66	29 49
16	Sea Transport	10 73	32 48	31 20	74 41
17	Ports	0 40	0 00	0 00	0 40
18	Railway related components	0 00	0 62	0 00	0 62
19	Industrial Machinery	15 05	8 57	26 25	49 87
20	Machine Tools	7 91	15 18	6 67	29 77
21	Agricultural Machinery	14 97	0 00	6 10	21 07
22	Miscellaneous Mechanical & Engineering Industries	6 83	4 22	20 10	31 15
23	Commercial Office & Household Equipments	0 03	3 75	6 64	10 42
24	Medical and Surgical Appliances	0 05	0 33	5 75	6 12
25	Industrial Instruments	0 00	0 00	2 23	2 23
26	Scientific Instruments	0 10	0 00	0 00	0 11
27	Mathematical Surveying and Drawing Instruments	0 00	0 00	1 26	1 26
28	Fertilizers	0 24	4 62	0 17	5 03
29	Chemicals (other than Fertilizers)	7 38	91 90	85 23	184 51
30	Drugs & Pharmaceuticals	26 52	64 53	105 58	196 64
31	Textiles (including Dyed, Printed)	51 21	88 99	46 93	187 13
32	Paper and Pulp (including paper products)	0 00	2 28	8 71	10 99
33	Fermentation Industries	0 00	2 14	214 25	216 39
34	Food Processing Industries	8 20	2 88	4 36	15 44
35	Vegetable Oils and Vanaspati	0 00	0 00	0 26	0 26
36	Soaps Cosmetics & Toilet preparations	0 00	6 04	0 23	6 27
37	Rubber Goods	0 02	0 00	7 26	7 28
38	Glue and Gelatin	0 00	0 00	0 57	0 57
39	Glass	0 68	0 45	3 91	5 04
40	Ceramics	0 07	12 12	12 43	24 62
41	Cement and Gypsum Products	0 00	0 19	1 88	2 07
42	Timber Products	0 00	0 00	0 00	0 00
43	Consultancy Services	16 28	1 75	186 58	204 62

Sl No	Sector	2005-06 Apr -Mar	2006-07 Apr -Mar.	2007-08 Apr -Mar	Total
44	Services Sector	86 00	2,499 72	3,456 56	6,042 28
45	Hospital & Diagnostic Centres	0 16	1 38	20 75	22 29
46	Education	0 00	0 01	11 63	11 64
47	Hotel & Tourism	4 89	21 17	155 14	181 19
48	Trading	0 92	22 93	159 22	183 07
49	Retail Trading (Single Brand)	0 00	0 00	1 97	1 97
50	Agriculture Services	4 14	7 74	6 32	18 20
51	Diamond, Gold Ornaments	13 62	10 97	33 99	58 58
52	Printing of Books (including Litho Printing Industry)	0 00	16 91	4 21	21 12
53	Construction Activities	41 88	82 99	275 40	400 27
54	Housing & Real Estate (including Cineplex, Multiplex, Integrated Townships & Complexes etc)	10 96	19 94	422 03	452 92
55	Miscellaneous Industries	32 78	76 73	191 53	301 04
	GRAND TOTAL	969 25	3,599 13	7,902 52	12,470 90

Job losses due to entry of multi-brand retailers

3126. SHRI RAMDAS AGARWAL: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether Government is aware that multi-brand retailers like US based Wal-Mart and France's Carrefour would drive thousands of small store people in India out of business and cause tens of thousands of job losses;

(b) whether Government is also aware of the difficulties being faced by small manufacturers and traders who are having 97 per cent of India's retail trade in the unorganised market; and

(c) if so, what steps Government have taken so far to protect the interests of "Kiryana" stores and increasing number of unemployed youth in the country?

THE MINISTER OF STATE IN THE DEPARTMENT OF INDUSTRIAL POLICY AND PROMOTION MINISTRY OF COMMERCE AND INDUSTRY (SHRI ASHWANI KUMAR). (a) As per extant policy, Foreign Direct Investment (FDI) is not allowed in retail trade except in retail trade of Single Brand products where FDI up to 51% is permitted with prior Government approval.

(b) and (c) Government has instituted a study to assess the impact of organized retailing on unorganized retail trade with respect to various aspects, including the impact on employment and on small traders, through Indian Council for Research on International Economic Relations (ICRIER). Government has also commissioned a study to the National Council of Applied Economic Research (NCAER) on Growth linkages of Foreign Direct Investment (FDI) in India which would focus on the impact of FDI on rural economy. The final reports are yet to be submitted by these organisations.

Recommendations of P. Rama Rao Committee on DRDO

3127 SHRI B.K. HARIPRASAD: Will the Minister of DEFENCE be pleased to state:

(a) whether the P. Rama Rao Committee has recommended through overhaul of the working of Defence Research & Development Organisation by restricting its activities only on high tech areas;